WORKFORCE SAFETY & INSURANCE INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2008

									Current	Prior Year	3 Years	5 Years
	October-08				S		FYTD	FY08	Ended	Ended		
		Alloca		<u>Month</u>		Alloca		Quarter			6/30/2008	
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY												
Structured Growth	13.551.411	1.3%	1.5%	-16.95%	16.312.480	1.4%	1.5%	-12.89%	-27.65%	7 700/	7.68%	N/A
Los Angeles Capital Total Structured Growth	13,551,411 13,551,411	1.3%		-16.95%	16,312,480	1.4%		-12.89% -12.89%	-27.65% -27.65%	-7.79% -7.79%	7.68%	9.56%
Russell 1000 Growth	13,551,411	1.3%	1.3%	-17.61%	10,312,400	1.470	1.5%	-12.33%	-27.76%	-7.7 9 % -5.96%	5.91%	7.32%
Structured Value				-17.0170				-12.55/0	-27.7070	-0.9070	0.3170	7.52 /0
LSV	12,335,238	1.2%	1.5%	-20.01%	15,412,605	1.3%	1.5%	-6.65%	-25.33%	-21.43%	3.81%	11.57%
Russell 1000 Value	12,333,236	1.2/0	1.5/0	-17.31%	13,412,003	1.3 /0	1.5/0	-6.11%	-23.33 % -22.37%	-18.78%	3.53%	8.92%
				17.0170				0.1170	22.0770	10.7070	0.0070	0.0270
Russell 1000 Enhanced Index LA Capital	27,520,418	2.6%	2.9%	-15.71%	32,959,888	2.8%	2.9%	-9.52%	-23.73%	-9.54%	6.97%	N/A
Russell 1000	21,320,410	2.0%	2.9%	-17.46%	32,939,000	2.0%	2.9%	-9.35%	-25.13% -25.18%	-12.36%	4.81%	N/A N/A
				-17.40%				-9.30%	-23.10%	-12.30%	4.0170	IV/A
S&P 500 Enhanced Index	20 200 074	2.6%	2.9%	46 740/	22 055 522	2.9%	2.9%	-8.06%	-23.42%	-12.18%	4.98%	N/A
Westridge S&P 500	28,290,074	2.0%	2.9%	-16.71% -16.79%	33,955,523	2.9%	2.9%	-8.37%	-23.42% -23.76%	-12.16% -13.12%	4.96 % 4.41%	N/A N/A
				-10.7970				-0.37 /0	-23.70%	-13.12/0	4.41/0	IVA
Index				4= 0=0/						40.040/		
State Street	8,770,679	0.00/	4.00/	-17.05%	10,651,277	0.00/	4.00/	-11.64%	-26.70%		2.93%	6.64%
Total 130/30 S&P 500	8,770,679	0.8%	1.0%	-17.05%	10,651,277	0.9%	1.0%		-26.70%		2.93%	6.64%
3&P 300				-16.79%				-8.37%	-23.76%	-13.12%	4.41%	7.59%
TOTAL LARGE CAP DOMESTIC EQUITY	90,467,819	8.4%	9.8%	-16.94%	109,291,772	9.3%	9.8%	-9.42%	-24.76%	-12.71%	5.68%	9.31%
S&P 500				-16.79%				-8.37%	-23.76%	-13.12%	4.41%	7.59%
SMALL CAP DOMESTIC EQUITY												
Manager-of-Managers	42 004 406	4 20/	1.6%	-22.99%	47.067.074	1.5%	1.6%	-6.64%	-28.10%	-20.93%	2.06%	9.10%
SEI Russell 2000 + 200bp	13,891,186	1.3%	7.6%	-22.99% -20.64%	17,967,071	1.5%	7.6%	-0.61%	-28.10% -21.12%	-20.93% -14.48%	2.06% 5.88%	9.10% 12.50%
•				-20.04%				-0.01%	-21.1270	-14.40%	5.00%	12.30%
Enhanced				0.4.0=0.4	40 404 050	. =0.						
Research Affiliates	15,330,006	1.4%	1.6%	-21.05%	19,401,859	1.7%	1.6%	-2.34%	-22.89%	N/A	N/A	N/A
Clifton Total Enhanced	16,852 15,346,858	0.0% 1.4%	0.0%	N/A -21.05%	19,401,859	0.0% 1.7%	0.0% 1.6%	N/A -2.34%	N/A -22.89 %		N/A N/A	N/A N/A
Russell 2000	15,340,656	1.470	1.0%	-20.80%	19,401,659	1.770	1.0%	-2.34% -1.11%	-22.69% -21.68%	-16.19%	IN/A	IN/A
											4.0=0/	
TOTAL SMALL CAP DOMESTIC EQUITY	29,238,044	2.7%	3.3%	-21.98%	37,368,929	4.8%	3.3%	-4.46%	-25.46%	-21.14%	1.97%	9.04%
Russell 2000				-20.80%				-1.11%	-21.68%	-16.19%	3.79%	10.29%
INTERNATIONAL EQUITY												
Large Cap - Active												
Capital Guardian	24,287,891	2.3%	3.2%	-19.54%	30,311,680	2.6%	3.2%	-19.12%	-34.93%	-12.37%	12.24%	14.35%
LSV	24,002,261	2.2%	3.2%	-20.12%	30,031,947	2.6%		-17.02%	-33.72%		7.37%	N/A
Total Large Cap - Active	48,290,152	4.5%	6.4%	-19.83%	60,343,628	5.1%	6.4%	-18.09%	-34.34%	-19.29%	9.83%	13.46%
MSCI EAFE - 50% Hedged	, , ,			-17.28%	, ,			-16.79%	-31.17%	-15.14%	10.93%	14.67%
Small Cap - Value												
DFA	5,423,907	0.5%	0.8%	-21.76%	6,932,776	0.6%	0.8%		-38.05%	N/A	N/A	N/A
Total Small Cap Value	5,423,907	0.5%	0.8%	-21.76%	6,932,776	0.6%	0.8%	-20.83%	-38.05%		9.30%	17.27%
S&P/Citigroup Broad Market Index < \$2BN				-23.80%				-23.50%	-41.71%	-25.49%	7.39%	17.33%
Small Can Grouth												
Small Cap - Growth	5,050,430	0.5%	0.8%	-24.14%	6.650.880	0.6%	0.8%	-25.01%	-43.11%	-17.52%	11.77%	20.18%
Vanguard Citigroup Broad Market Index < \$2BN	5,050,430	0.5%	0.6%	-24.14% -23.80%	0,000,000	0.0%	0.6%	-23.50%	-43.11% -41.71%	-17. 52 % -25.49%	7.39%	20.18% 17.33%
• ,												
TOTAL INTERNATIONAL EQUITY	58,764,489	5.5%	8.0%	-20.40%	73,927,284	6.3%	8.0%		-35.53%	-18.83%	9.79%	14.56%
MSCI EAFE - 50% Hedged	l			-17.28%				-16.79%	-31.17%	-15.14%	10.93%	14.67%

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	October-08				September-08				FYTD	FY08	Ended	Ended
		Alloca	ation	Month		Alloca	ation	Quarter			6/30/2008	6/30/2008
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
DOMESTIC FIXED INCOME												
Core Bond												
Western Asset	157,991,593	14.7%	13.8%	-6.68%	169,281,583	14.4%	14.0%	-5.05%	-11.39%	2.06%	2.76%	3.55%
Lehman Aggregate	101,001,000	,	10.070	-2.36%	100,201,000	1 11 1 7 0		-0.49%	-2.84%	7.12%	4.09%	3.86%
Mortgage Backed				,								0.007.0
Hyperion	30.568.817	2.9%	4.0%	-7.36%	32,578,676	2.8%	4.0%	-21.09%	-26.90%	-20.24%	N/A	N/A
Lehman Global Aggregate (US Securitized Po	,,-	2.3 /0	7.0 /0	-3.66%	32,370,070	2.0 /0	7.0 /0	-1.46%	-5.07%	10.14%	IN/A	IV/A
,	nuony			0.0070				1.4070	0.07 70	10.1470		
Core Plus/Enhanced	54 400 744	4.00/	4.00/	0.050/	E4 E04 007	4.407	4.00/	0.400/	0.400/	40.470/	N1/A	N 1/A
Clifton Group	51,108,711	4.8%	4.0%	-0.25%	51,561,237	4.4%	4.0%	0.43%	0.18%	10.17%	N/A	N/A
Prudential	48,068,805	4.5%	4.0%	-5.21%	50,241,140	4.3%	4.0%	-1.35%	-6.49%	4.89%	N/A	N/A
Total Core Plus/Enhanced	99,177,516	9.2%	8.0%	-2.70%	101,802,377	8.7%	8.0%	-0.46%	-3.15%	7.55%		N/A
Lehman Aggregate				-2.36%				-0.49%	-2.84%	7.12%		
Index												
Bank of ND	86,728,387	8.1%	7.0%	-2.32%	88,764,527	7.6%	7.0%	-1.24%	-3.53%	7.68%	3.93%	3.28%
Bank of ND CD'S	36,142,436	3.4%	3.4%	0.42%	35,992,101	3.1%	3.1%	1.25%	1.68%	4.63%	N/A	N/A
Total Index	122,870,823	11.5%	10.4%	-1.53%	124,756,628	10.6%	10.1%	-0.53%	-2.05%	6.80%	3.80%	3.14%
Lehman Gov/Credit (1)				-2.51%				-1.64%	-4.10%	7.24%	3.84%	3.24%
BBB Average Quality												
Wells Capital (formerly Strong)	159,542,956	14.9%	13.8%	-7.91%	173,557,950	14.8%	14.0%	-3.67%	-11.29%	3.55%	3.04%	3.85%
Lehman US Credit BAA	100,042,000	141070	10.070	-10.95%	110,001,000	141070	14.070	-4.85%	-15.26%	2.62%	2.52%	3.59%
												5.5575
TOTAL DOMESTIC FIXED INCOME	570,151,706	53.2%	50.0%	-5.33%	601,977,213	51.2%	50.0%	-4.05%	-9.16%	2.45%	2.71%	3.26%
Lehman Aggregate (2)				-2.36%	, ,			-0.49%	-2.84%	7.12%	4.09%	3.73%
INFLATION PROTECTED ASSETS												
Northern Trust Global Investments	119,566,715	11.1%	10.8%	-8.23%	133,284,176	11.3%	11.0%	-4.51%	-12.37%	15.69%	5.79%	N/A
Western	118,036,477	11.0%	10.8%	-8.48%	129,905,535	11.1%	11.0%	-5.37%	-13.40%	12.34%	4.42%	N/A
TIR - Eastern Timber Opps Fund	3,951,473	0.4%	0.4%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
TOTAL INFLATION PROTECTED ASSETS	241,554,665	22.5%	22.0%	-8.36%	263,189,711	22.4%	22.0%	-4.94%	-12.88%	14.00%	5.10%	N/A
LB US TIPS Index				-8.69%				-3.54%	-11.92%	15.10%	5.62%	N/A
REAL ESTATE												
JP Morgan	82,123,678	7.7%	6.0%	-2.32%	84,204,444	7.2%	6.0%	-0.41%	-2.71%	-0.77%	N/A	N/A
NCREIF Total Index				-0.06%				-0.17%	-0.23%	9.20%	14.82%	N/A
CACH FOLINAL FAITS												
CASH EQUIVALENTS	447.404	0.00/	4.00/	0.400/	F FC0 000	0.50/	4.00/	0.400/	0.040/	0.400/	4.400/	2 200/
Bank of ND 90 Day T-Bill	117,184	0.0%	1.0%	0.13% 0.11%	5,562,338	0.5%	1.0%	0.48% 0.63%	0.61% 0.74%	3.43% 3.63%	4.10% 4.27%	3.38% 3.18%
30 Day 1-Dill				0.11%				0.03%	0.7470	3.03%	4.2170	3.10%
TOTAL WSI	1,072,417,585	100.0%	100.0%	-8.68%	1,175,521,692	101.7%	100.0%	-5.62%	-13.82%	0.57%	4.70%	6.18%
POLICY TARGET BENCHMARK	,,,	22.270	, , , , ,	-6.79%	, , ,	2 70	22.270	-3.26%	-9.83%	4.22%	5.78%	6.56%
. J.J DENOTING				0.7070				0.2070	0.0070	1.22 /0	0.7070	0.0070

NOTE: Monthly returns and market values are preliminary and subject to change.

⁽¹⁾ From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

⁽²⁾ Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.